TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE

FISCAL NOTE



SB 1589

February 26, 2014

SUMMARY OF BILL: Prohibits agencies or entities of state or local government from maintaining, keeping, or circulating any information on the number of employees based on race, gender, or ethnicity.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$86,300/One-Time

Other Fiscal Impact – The provisions of the proposed bill could result in a significant loss of federal funding to the state. State entities may be restricted in their ability to obtain and qualify for multiple types of grants and matching funds. This impact is dependent on multiple unknown factors and cannot be precisely determined. However, the recurring decrease in federal funding to the state is reasonably estimated to exceed \$100,000,000 per year.

Assumptions:

- There will be a one-time increase in state expenditures of \$86,300 for the Department of Finance and Administration to make the necessary programming changes to Edison.
- The proposed bill may hinder the development and application of state programs that target certain segments of the population for safety and health programs, and may significantly reduce the federal funding received by the state each year.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Lucian D. Geise, Executive Director

/lsc